

AO 245B (CASD) (Rev. 1/12) Judgment in a Criminal Case  
Sheet 1

FILED

12 OCT 12 AM 9:58

## UNITED STATES DISTRICT COURT

SOUTHERN DISTRICT OF CALIFORNIA

CLERK, U.S. DISTRICT COURT  
SOUTHERN DISTRICT OF CALIFORNIA

UNITED STATES OF AMERICA

v.

DONALD VANGUNDY (I)

## JUDGMENT IN A CRIMINAL CASE

(For Offenses Committed On or After November 1, 1987)

Case Number: 12CR1055-LAB

GERALD (JERRY) BLANK, RETAINED

Defendant's Attorney

REGISTRATION NO. 32570298

☐

THE DEFENDANT:

☒ pleaded guilty to count(s) 1-3 OF THE INFORMATION☐

was found guilty on count(s) \_\_\_\_\_

after a plea of not guilty.

Accordingly, the defendant is adjudged guilty of such count(s), which involve the following offense(s):

<u>Title &amp; Section</u>	<u>Nature of Offense</u>	<u>Count Number(s)</u>
18 USC 1349	Conspiracy to Commit Wire Fraud	1
18 USC 371	Conspiracy to Commit Bribery	2
26 USC 7206 (1)	Filing a False Tax Return	3

The defendant is sentenced as provided in pages 2 through 5 of this judgment. The sentence is imposed pursuant to the Sentencing Reform Act of 1984.

☐ The defendant has been found not guilty on count(s) \_\_\_\_\_☐ Count(s) \_\_\_\_\_is ☐are ☐

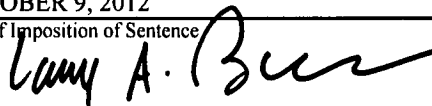
dismissed on the motion of the United States.

☒ Assessment: \$100.00 per count, total \$300.00☒ No fine☒ Forfeiture pursuant to order filed 8/17/2012, included herein.

IT IS ORDERED that the defendant shall notify the United States Attorney for this district within 30 days of any change of name, residence, or mailing address until all fines, restitution, costs, and special assessments imposed by this judgment are fully paid. If ordered to pay restitution, the defendant shall notify the court and United States Attorney of any material change in the defendant's economic circumstances.

OCTOBER 9, 2012

Date of Imposition of Sentence



HON. LARRY ALAN BURNS

UNITED STATES DISTRICT JUDGE

12CR1055-LAB

DEFENDANT: DONALD VANGUNDY (1)

CASE NUMBER: 12CR1055-LAB

**IMPRISONMENT**

The defendant is hereby committed to the custody of the United States Bureau of Prisons to be imprisoned for a term of 41 MONTHS, EACH COUNT CONCURRENT

- ☐ Sentence imposed pursuant to Title 8 USC Section 1326(b).
- ☐ The court makes the following recommendations to the Bureau of Prisons:

☒ The defendant is remanded to the custody of the United States Marshal.

☐ The defendant shall surrender to the United States Marshal for this district:

☐ at \_\_\_\_\_ ☐ a.m. ☐ p.m. on \_\_\_\_\_  
as notified by the United States Marshal.

☐ The defendant shall surrender for service of sentence at the institution designated by the Bureau of Prisons:

- ☐ before \_\_\_\_\_
- ☐ as notified by the United States Marshal.
- ☐ as notified by the Probation or Pretrial Services Office.

**RETURN**

I have executed this judgment as follows:

Defendant delivered on \_\_\_\_\_ to \_\_\_\_\_

at \_\_\_\_\_, with a certified copy of this judgment.

\_\_\_\_\_  
UNITED STATES MARSHAL

By \_\_\_\_\_  
DEPUTY UNITED STATES MARSHAL

12CR1055-LAB

DEFENDANT: DONALD VANGUNDY (1)  
CASE NUMBER: 12CR1055-LAB

### SUPERVISED RELEASE

Upon release from imprisonment, the defendant shall be on supervised release for a term of :  
3 YEARS, EACH COUNT CONCURRENT

The defendant shall report to the probation office in the district to which the defendant is released within 72 hours of release from the custody of the Bureau of Prisons.

The defendant shall not commit another federal, state or local crime.

*For offenses committed on or after September 13, 1994:*

The defendant shall not illegally possess a controlled substance. The defendant shall refrain from any unlawful use of a controlled substance. The defendant shall submit to one drug test within 15 days of release from imprisonment and at least two periodic drug tests thereafter as determined by the court. Testing requirements will not exceed submission of more than 4 drug tests per month during the term of supervision, unless otherwise ordered by court.

- ☒ The above drug testing condition is suspended, based on the court's determination that the defendant poses a low risk of future substance abuse. (Check, if applicable.)
- ☒ The defendant shall not possess a firearm, ammunition, destructive device, or any other dangerous weapon.
- ☒ The defendant shall cooperate in the collection of a DNA sample from the defendant, pursuant to section 3 of the DNA Analysis Backlog Elimination Act of 2000, pursuant to 18 USC sections 3563(a)(7) and 3583(d).
- ☐ The defendant shall comply with the requirements of the Sex Offender Registration and Notification Act (42 U.S.C. § 16901, et seq.) as directed by the probation officer, the Bureau of Prisons, or any state sex offender registration agency in which he or she resides, works, is a student, or was convicted of a qualifying offense. (Check if applicable.)
- ☐ The defendant shall participate in an approved program for domestic violence. (Check, if applicable.)

If this judgment imposes a fine or restitution obligation, it is a condition of supervised release that the defendant pay any such fine or restitution that remains unpaid at the commencement of the term of supervised release in accordance with the Schedule of Payments set forth in this judgment.

The defendant must comply with the standard conditions that have been adopted by this court. The defendant shall also comply with any special conditions imposed.

### STANDARD CONDITIONS OF SUPERVISION

- 1) the defendant shall not leave the judicial district without the permission of the court or probation officer;
- 2) the defendant shall report to the probation officer in a manner and frequency directed by the court or probation officer;
- 3) the defendant shall answer truthfully all inquiries by the probation officer and follow the instructions of the probation officer;
- 4) the defendant shall support his or her dependents and meet other family responsibilities;
- 5) the defendant shall work regularly at a lawful occupation, unless excused by the probation officer for schooling, training, or other acceptable reasons;
- 6) the defendant shall notify the probation officer at least ten days prior to any change in residence or employment;
- 7) the defendant shall refrain from excessive use of alcohol and shall not purchase, possess, use, distribute, or administer any controlled substance or any paraphernalia related to any controlled substances, except as prescribed by a physician;
- 8) the defendant shall not frequent places where controlled substances are illegally sold, used, distributed, or administered;
- 9) the defendant shall not associate with any persons engaged in criminal activity and shall not associate with any person convicted of a felony, unless granted permission to do so by the probation officer;
- 10) the defendant shall permit a probation officer to visit him or her at any time at home or elsewhere and shall permit confiscation of any contraband observed in plain view of the probation officer;
- 11) the defendant shall notify the probation officer within seventy-two hours of being arrested or questioned by a law enforcement officer;
- 12) the defendant shall not enter into any agreement to act as an informer or a special agent of a law enforcement agency without the permission of the court; and
- 13) as directed by the probation officer, the defendant shall notify third parties of risks that may be occasioned by the defendant's criminal record or personal history or characteristics and shall permit the probation officer to make such notifications and to confirm the defendant's compliance with such notification requirement.

DEFENDANT: DONALD VANGUNDY (1)  
CASE NUMBER: 12CR1055-LAB**SPECIAL CONDITIONS OF SUPERVISION**

- ☒ Submit person, residence, office or vehicle to a search, conducted by a United States Probation Officer at a reasonable time and in a reasonable manner, based upon reasonable suspicion of contraband or evidence of a violation of a condition of release; failure to submit to a search may be grounds for revocation; the defendant shall warn any other residents that the premises may be subject to searches pursuant to this condition.
- ☒ Notify the Collections Unit of the U.S. Attorney's Office and the U.S. Probation Office, before the defendant transfers any interest in property owned directly or indirectly by the defendant.
- ☐ Not transport, harbor, or assist undocumented aliens.
- ☐ Not associate with undocumented aliens or alien smugglers.
- ☒ Not engage in any employment or profession involving fiduciary responsibilities.
- ☐ Not enter the Republic of Mexico without written permission of the Court or probation officer.
- ☒ Report all vehicles owned or operated, or in which you have an interest, to the probation officer.
- ☐ Not possess any narcotic drug or controlled substance without a lawful medical prescription.
- ☐ Not associate with known users of, smugglers of, or dealers in narcotics, controlled substances, or dangerous drugs in any form.
- ☐ Participate in a program of mental health treatment as directed by the probation officer, take all medications as prescribed by a psychiatrist/physician, and not discontinue any medication without permission. The Court authorizes the release of the presentence report and available psychological evaluations to the mental health provider, as approved by the probation officer. Allow for reciprocal release of information between the probation officer and the treatment provider. May be required to contribute to the costs of services rendered in an amount to be determined by the probation officer, based on the defendant's ability to pay.
- ☒ Pay all federal income taxes, penalties, and interest lawfully determined to be due and owing for calendar years 2005 thru 2009.
- ☒ Provide complete disclosure of personal and business financial records to the probation officer as requested.
- ☐ Be prohibited from opening checking accounts or incurring new credit charges or opening additional lines of credit without approval of the probation officer.
- ☐ Seek and maintain full time employment and/or schooling or a combination of both.
- ☐ Resolve all outstanding warrants within                days.
- ☐ Complete                hours of community service in a program approved by the probation officer within
- ☐ Reside in a Residential Reentry Center (RRC) as directed by the probation officer for a period of
- ☒ Notify the Collections Unit of the U.S. Attorney's Office, and the U.S. Probation Office, of any interest in property obtained, directly, or indirectly, including any interest obtained under any other name, or entity, including a trust, partnership or corporation, until any fine or restitution ordered is paid in full.

AO 245S Judgment in Criminal Case  
Sheet 5 — Criminal Monetary Penalties

Judgment — Page 5 of 5

DEFENDANT: DONALD VANGUNDY (1)  
CASE NUMBER: 12CR1055-LAB

### RESTITUTION

The defendant shall pay restitution in the amount of \$501,096.59 unto the United States of America.

This sum shall be paid        immediately.  
  x   as follows:

Pay restitution in the amount of \$501,096.59 through the Clerk, U.S. District Court, to the following victims in the amounts specified, payable forthwith or through the Inmate Financial Responsibility Program at the rate of \$25 per quarter during the period of incarceration, with the payment of any remaining balance to be made following the defendant's release from prison at the rate of \$1000.00 per month. Restitution is to be paid to the following victims and distribution is to be made on a pro rata basis:

Victim  
United States Department of the Navy: \$413,500  
U.S. Postal Service Address:  
Commanding Officer  
Fleet Readiness Center Southwest  
Office of the Comptroller, Code 10.0A  
PO Box 357058  
San Diego, CA  
92135-7058  
Internal Revenue Service: \$87,596.59  
IRS-RACS, Attn: Mail Stop 6261  
Restitution 333 W. Pershing Avenue  
Kansas City, MO 64108

Until restitution has been paid, the defendant shall notify the Clerk of the Court and the United States Attorney's Office of any change in the defendant's mailing or residence address, no later than thirty (30) days after the change occurs.

The Court has determined that the defendant does not have the ability to pay interest. It is ordered that:

  x   The interest requirement is waived.

       The interest is modified as follows:

12CR1055-LAB

UNITED STATES DISTRICT COURT  
SOUTHERN DISTRICT OF CALIFORNIA

UNITED STATES OF AMERICA,	)	Case No. 12cr1055-LAB
	)	
Plaintiff,	)	AMENDED ORDER OF
	)	CRIMINAL FORFEITURE
v.	)	
	)	
DONALD VANGUNDY (1),	)	
	)	
Defendant.	)	

On May 11, 2012, this Court entered its Preliminary Order of Criminal Forfeiture, which condemned and forfeited to the United States all right, title and interest of DONALD VANGUNDY (1) ("Defendant") in the properties listed in the Information, namely,

- 1) Apple Store Gift Card No. 6065061781587298;
- 2) Lowe's Gift Card No. 6006491741891822021;
- 3) Blue Ellsworth bicycle with Fox F29 forks;
- 4) White model airplane, tail no. N7282F;
- 5) Set of white model airplane wings;
- 6) Model airplane, white with red bottom;
- 7) Rear model airplane with white and blue sides;
- 8) Set of red and white model airplane wings;
- 9) ASUS Laptop Model G50V with power cord, serial no. 87NOAS17885228A;
- 10) Mac Book Air Super Drive, serial no. W880712117K ;
- 11) iPad with power cord, serial no. GB045BD173A;
- 12) Mac Book Air Notebook;
- 13) iMac Computer with keyboard, mouse and power cord, serial no. QP720010WRX;
- 14) Sony iPod Dock with alarm clock, serial no. 0116098;
- 15) Bose Quiet Com Port 15 Headphones;
- 16) Sony Dream Machine, serial no. 0138930;

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- 17) iHome, serial no. 27HHOX4; and  
 18) Mac Book Pro with carrying case, charger/power adapter,  
 serial no. W8017MJAAGU.

For thirty (30) consecutive days ending on June 11, 2012, the United States published on the Government's forfeiture website, [www.forfeiture.gov](http://www.forfeiture.gov), notice of the Court's Order and the United States' intent to dispose of the properties in such manner as the Attorney General may direct, pursuant to 21 U.S.C. § 853(n) and Rule G(4) of the Supplemental Rules for Admiralty or Maritime Claims and Asset Forfeiture Actions, and further notifying all third parties of their right to petition the Court within thirty (30) days of the final publication for a hearing to adjudicate the validity of their alleged legal interest in the properties.

On May 16, 2012, a Notice of Order of Forfeiture was sent by certified mail to the following potential third parties known to the United States to have alleged an interest in the forfeited properties:

Name and Address	Article No.	Result
Kiet Luc 2134 Ingrid Avenue San Diego, CA 92154	7010 2780 0000 2237 8452	Marked as received on 5/17/12.
Kiet Luc c/o Michelle Betancourt, Esq. 225 Broadway, Suite 900 San Diego, CA 92101-5008	7010 2780 0000 2237 8414	Marked as received on 5/17/12.
Brian Delaney 8875 Lemon Avenue La Mesa, CA 91941	7012 0470 0002 4445 5504	Marked as received on 5/18/12.
Brian Delaney c/o Frank T. Vecchione, Esq. 105 West F Street, Suite 215 San Diego, CA 92101	7012 0470 0002 4445 5511	Marked as received on 5/17/12.
David Lindsay 9189 Village Glen Drive #254 San Diego, CA 92123	7012 0470 0002 4445 5276	Marked as received on 5/23/12.
David Lindsay c/o Eugene G. Iredale, Esq. 105 West F Street, Fourth Floor San Diego, CA 92101-6036	7012 0470 0002 4445 5283	Marked as received on 5/17/12.

//

1 John Newman 7012 0470 0002 4445 5290 Marked as received  
 2 c/o Thomas W. McNamara, Esq. on 5/17/12.  
 3 655 West Broadway, Suite 1600  
 4 San Diego, CA 92101

5 Michael Graven 7012 0470 0002 4445 5306 Marked as received  
 6 c/o Dana M. Grimes, Esq. on 5/17/12.  
 7 2664 Fourth Avenue  
 8 San Diego, CA 92101-6515

9 Paul Grubiss 7010 2780 0000 2237 8421 Marked as received  
 10 c/o Jami L. Ferrara, Esq. on 5/21/12.  
 11 964 Fifth Avenue, Suite 335  
 12 San Diego, CA 92101

13 Thirty (30) days have passed following the final date of notice by publication, and no third  
 14 party has made a claim to or declared any interest in the forfeited properties described above.

15 Accordingly, IT IS HEREBY ORDERED, ADJUDGED AND DECREED that, as a result  
 16 of the failure of any third party to come forward or file a petition for relief from forfeiture as  
 17 provided by law, all right, title and interest of DONALD VANGUNDY (1) and any and all third  
 18 parties in the following properties are hereby condemned, forfeited and vested in the United States  
 19 of America:

- 20 1) Apple Store Gift Card No. 6065061781587298;
- 21 2) Lowe's Gift Card No. 6006491741891822021;
- 22 3) Blue Ellsworth bicycle with Fox F29 forks;
- 23 4) White model airplane, tail no. N7282F;
- 24 5) Set of white model airplane wings;
- 25 6) Model airplane, white with red bottom;
- 26 7) Rear model airplane with white and blue sides;
- 27 8) Set of red and white model airplane wings;
- 28 9) ASUS Laptop Model G50V with power cord,  
 serial no. 87NOAS17885228A;
- 10 10) Mac Book Air Super Drive, serial no. W880712117K ;
- 11 11) iPad with power cord, serial no. GB045BD173A;
- 12 12) Mac Book Air Notebook;
- 13 13) iMac Computer with keyboard, mouse and power cord,  
 serial no. QP720010WRX;
- 14 14) Sony iPod Dock with alarm clock, serial no. 0116098;
- 15 15) Bose Quiet Com Port 15 Headphones;
- 16 16) Sony Dream Machine, serial no. 0138930;
- 17 17) iHome, serial no. 27HHOX4; and
- 18 18) Mac Book Pro with carrying case, charger/power adapter,  
 serial no. W8017MJAAGU.

19 //

20 //

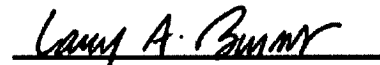
21 //



1 IT IS FURTHER ORDERED that costs incurred by the United States Marshals Service, and  
2 any other governmental agencies which were incident to the seizure, custody and storage of the  
3 properties be the first charge against the forfeited properties.

4 IT IS FURTHER ORDERED that the United States Marshals Service shall dispose of the  
5 forfeited properties according to law.

6 DATED: August 17, 2012  
7

8   
9 HONORABLE LARRY ALAN BURNS  
United States District Judge